

On-Site Systems, Inc.
7638 River Road Pike
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REC'D TN
REGULATORY AUTHORITY
1999 DEC 6 AM 8 04
EXECUTIVE SECRETARY

December 3, 1999

Mr. David Waddell
Executive Secretary
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

Re: Docket (NO. 99-00393) Tariff for On-Site Systems, Inc.

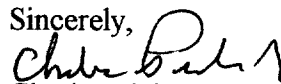
Dear Mr. Waddell:

On October 14th we filed a revised Exhibit 11 sheet for our Tariff. The associated revised projections for 1999 and 2000 Income, and Operating Income and Expense are attached.

These revised sheets replace those previously submitted.

In addition, the Residential Sewer Rate sheet for Montgomery County had a three cent error in the total. This has been corrected and the new sheet is attached.

If you have any questions, please give me a call.

Sincerely,

Charles Pickney, Jr.

FILE

On-Site Systems, Inc.

Income Projections
1999 and 2000

<u>Service Area</u>	Number Of Customers <u>1999</u>	* Total Projected Income <u>1999</u>	Number Of Customers <u>2000</u>	* Total Projected Income <u>2000</u>	Reference Tariff Sheet
Oakwood Subdivision - Maury Co.	3	\$1,320.12	6	\$2,640.24	2
Southridge Subdivision - Montgomery Co.	25	\$5,814.00	40	\$9,302.40	3
Swan Harbour - Roane Co.	0	0	3	\$1,263.96	4
River Road Utility District - Cheatham Co.	2	\$747.60	11	\$4,111.80	5
Milcrofton Utility District - Williamson Co.	0	0	25	\$11,163.00	6
Tall Oaks Subdivision - Blount Co.	14	\$5,898.48	30	\$12,639.60	7
Yoakum Hollow Development - Campbell Co	3	\$1,263.96	8	\$3,370.56	8
Shreibman Development - Cannon Co.	0	0	25	\$10,533.00	9
Total	47	\$ 15,044.16	148	\$55,024.56	

Typical income calculation : For Oakwood Subdivision 1999
 (Monthly charge of \$36.67) x (12 months) x (3 houses) = \$1,320.12

* Note : Pass through revenue not included.

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On-Site Systems, Inc.

Income and Escrow Projections
1999 and 2000

<u>Service Area</u>	Number Of Customers <u>1999</u>	* Total Projected Income <u>1999</u>	Escrow Amount	Number Of Customers <u>2000</u>	* Total Projected Income <u>2000</u>	Escrow Amount
Oakwood Subdivision	3	\$1,320.12	\$364.68	6	\$2,640.24	\$729.36
Southridge Subdivision	25	\$5,814.00	\$ 1,905.00	40	\$9,302.00	\$3,048.00
Swan Harbour	0	0	0	3	\$1,263.96	\$364.68
River Road Utility District	2	\$747.60	\$181.20	11	\$4,111.80	\$996.60
Milcrofton Utility District	0	0	0	25	\$11,163.00	\$3,039.00
Tall Oaks Subdivision	14	\$5,898.48	\$1,701.84	30	\$12,639.60	\$3,646.80
Yoakum Hollow Development	3	\$1,263.96	\$364.68	8	\$3,370.56	\$972.48
Shreibman Development	0	0	0	25	\$10,533.00	\$3,039.00
Total	47	\$15,044.16	\$4,517.40	148	\$55,024.16	\$ 15,835.92

Typical income calculation : For Oakwood Subdivision 1999
(Monthly charge of \$36.67) x (12 months) x (3 houses) = \$1,320.12

Typical escrow calculation : For Oakwood Subdivision 1999
(Monthly escrow amount of \$10.13) x (12 months) x (3 houses) = \$364.68

* Note : Pass through revenue not included.

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On-Site Systems, Inc.
Projected Profit and Loss
January 1, 1999 through December 31, 1999

Operating Income & Expense

Income

Sales to residential customers	*	\$15,044.16
Sales to commercial customers		0.00
Total Income		\$15,044.16
Escrow amount		<u>(\$4,517.40)</u>
Operating Income		\$10,526.76

Expense

Contractual Services	\$5,820.24
Materials and Supplies	\$500.00
Miscellaneous Expenses	\$800.00
Franchise & Excise Tax	\$464.48
Other Taxes	<u>\$1,362.84</u>
Total Expense	\$8,947.56

Net Operating Income	*	\$1,579.20
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* Note : does not include escrow funds for equipment replacement and tank pumping

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On-Site Systems, Inc.
Projected Profit and Loss
January 1, 2000 through December 31, 2000

Operating Income & Expense

Income

Sales to residential customers	*	\$55,024.16
Sales to commercial customers		0.00
Total Income		\$55,024.16
Escrow amount		<u>(\$15,835.92)</u>
Operating Income		\$39,188.24

Expense

Contractual Services	\$25,779.36
Materials and Supplies	\$1,800.00
Miscellaneous Expenses	\$1,200.00
Franchise & Excise Tax	\$1,456.32
Other Taxes	<u>\$3,979.76</u>
Total Expense	\$34,215.44

Net Operating Income	*	\$4,972.80
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* Note : does not include escrow funds for equipment replacement and tank pumping

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**On-Site Systems, Inc.
Sewer Service Billing Structure
Southridge Subdivision
Montgomery Co.**

Residential Sewer Rate

	<u>Monthly Charge</u>	<u>Amount to be Escrowed</u>	<u>Reference Exhibit</u>
Collection System Maintenance and operation	\$8.95	\$6.35	1
Treatment and disposal - by the city of Clarksville - pass through of actual costs	actual costs	0	15
Utility costs - Pumping Station and Metering Station	\$0.85	0	3
Sampling and Testing costs - Required by State of Tennessee	\$0.00	0	
Billing and collection costs	\$1.50	0	6
Miscellaneous costs	\$0.40	0	7
State of Tennessee Department of Environment Annual Fee	\$0.00	0	
Bonding costs - Required by Montgomery County	\$0.00	0	
Franchise - Excise Taxes - Utility Company	\$0.82	0	10
Public Utility Ad Valorem Tax	\$0.95	0	11
Federal Taxes	\$1.11	0	12
Local management fee	\$2.00	0	13
Corporate management fee	\$2.80	0	14
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Total	\$19.38 + act cost	\$6.35	

Fees: Non payment - 5%, Disconnection - \$10, Reconnection - \$15, Returned Ck- \$20, Access - \$84/yr
(See Rules and Regulations for explanation)

Commercial Sewer Rate

\$25.00 + pass through of actual treatment and disposal costs

Effective _____

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